

GOVERNMENT OF ANDHRA PRADESH  
ABSTRACT

Cooperation Department – Cooperative Urban Banks – Repalle Cooperative Urban Bank Limited, Repalle, Guntur District - Exemption from application of provisions of Section 116 (C) of A.P.C.S. Act 1964 – Orders - Issued.

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**AGRICULTURE & COOPERATION ( COOP. III ) DEPARTMENT**

G.O.Ms.No. 43

Dated 18-02-2010.

Read the following:-

1. Representation of the Chairman , Repalle Cooperative Urban Bank Limited dt: 31-07-2009, addressed to CC & RCS, Hyd.
2. From the CC&RCS, A.P. Hyd., Lr. Rc.No. 17753/2009-UA-3 dt. 15-12-2009

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ORDER:-

In the reference 1<sup>st</sup> read above, the Chairman, Repalle Cooperative Urban Bank Limited, has stated among other things that the Bank is at present running only with (9) staff members against the sanctioned strength of (14) members. Out of the said staff (4 ) members of the staff have reached maximum scales without any promotions since last (7) years, and the staff members are agitating for revision of pay scales. The business of the Bank is growing day by day and the management is finding much difficult to cope up with the demands of the public for want of sufficient staff. He has therefore, requested the Commissioner for Cooperation and Registrar of Cooperative Societies, A.P., Hyderabad, to exempt Repalle Cooperative Urban Bank Ltd., from the application of Section 116 (C ) of APCS Act 1964, to meet the establishment charges at least for a period of 5 years.

2. In the reference 2<sup>nd</sup> read above, the CC&RCS, A.P. Hyderabad, has stated that during the year 2008-09, the bank had Rs.19,44,713/- as 2% working capital and Rs. 22,91,891/- as 30% Gross Profit and total establishment charges for the year 2009-10 will only be Rs. 12,87,322/- which was within the limit of Section 116-C . If the bank was permitted to revise the pay scales and take another three staff personal on rolls also the estimated total establishment charges will be Rs.16,89,691/-, which is also within the limit of 2% Working Capital which lower than 30% gross profit. He has further stated that there may be some fluctuations, due to which the Bank cannot relay that , they can maintain establishment charges always within the limit of provisions of Section 116-C of the APCS Act 1964. The bank did not comply with the norms for the year 2007-08, but complied with the norms for the year 2008-09. While stating the above, the Commissioner for Cooperation and Registrar of Cooperative Societies, A.P., Hyderabad, has requested for exemption of Section 116 (C) of the APCS Act 1964 towards establishment charges for a period of 3 years in respect of the Repalle Cooperative Urban Bank Limited, Repalle, Guntur District.

3. Government have examined the matter in detail and after careful consideration of the proposal hereby exempt the Repalle Cooperative Urban Bank Limited, Repalle, Guntur District, from Section 116 (C) of APCS Act 1964 U/s 123 of APCS Act 1964, for a period of 2 years, subject to condition that the bank should maintain establishment charges, within the limit of provisions of Sec. 116 - C of the APCS Act 1964.

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The Commissioner for Cooperation and Registrar of Cooperative Societies, A.P. Hyderabad, shall take necessary action accordingly.

( BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH )

**K.R. KISHORE,  
PRL. SECRETARY TO GOVERNMENT**

To :

The Commissioner for Cooperation and Registrar of Cooperative Societies, A.P. Hyderabad

The District Cooperative Officer, Guntur District through the CC&RCS, A.P. Hyderabad

The Chief General Manager , CUB Division, Reserve Bank of India, Hyderabad

Copy to: P.S. to Minister ( Cooperation)

P.S. to Principal Secretary to Government ( AM & Cooperation)

Sf/Sc.

//FORWARDED :: BY :: ORDER//

SECTION OFFICER